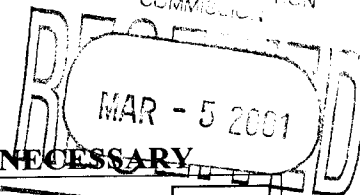


3-5-21
cm

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ARIZONA CORPORATION
COMMISSION



ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

Director of Utilities

W-02472A WATER
MESCAL LAKES WATER SYSTEMS, INC.
PO BOX 85160
TUCSON AZ 85754-0000

ANNUAL REPORT

FOR YEAR ENDING

12	31	2000
-----------	-----------	-------------

FOR COMMISSION USE

ANNO4	00
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COMPANY INFORMATION

12/31/00

Company Name (Business Name) Mescal Lakes Water Systems, Incorporated

Mailing Address 1121 W. Grant Road #413
(Street)

Tucson

(City)

Arizona

(State)

85705

(Zip)

530-624-4404

520-792-0377

85705

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address Same

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Southwestern Utility Management, Inc.

(Name)

(Title)

1121 West Grant Road #413

(Street)

Tucson

(City)

Arizona

(State)

85705

(Zip)

520-624-4404

520-792-0377

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: Ezra H. Lewis

(Name)

1121 W. Grant Road #413

(Street)

Tucson

(City)

Arizona

(State)

85705

(Zip)

520-624-4404

520-792-0377

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Statutory Agent: <u>Ezra H. Lewis</u>			
(Name)			
<u>1143 W. Grant Road #413</u>	<u>Tucson</u>	<u>Arizona</u>	<u>85705</u>
(Street)	(City)	(State)	(Zip)
<u>520-624-4404</u>	<u>520-792-0377</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Attorney: _____			
(Name)			
_____	_____	_____	_____
(Street)	(City)	(State)	(Zip)
_____	_____	_____	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input checked="" type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE | <input checked="" type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

Mescal Lakes Water Systems, Incorporated

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	9063	---	9063
304	Structures and Improvements	7303	2972	4331
307	Wells and Springs	30319	10596	19723
311	Pumping Equipment	49025	22326	26699
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	63553	30969	32584
331	Transmission and Distribution Mains	425203	274280	150923
333	Services	66529	20886	45643
334	Meters and Meter Installations	37581	17669	19912
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	688576	379698	308878

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME Mescal Lakes Water Systems, Incorporated

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

12/31/00

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	9063	---	---
304	Structures and Improvements	7303	5%	365
307	Wells and Springs	30319	5%	1516
311	Pumping Equipment	49025	5%	2451
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	63553	5%	3178
331	Transmission and Distribution Mains	425203	5%	21260
333	Services	66529	5%	3327
334	Meters and Meter Installations	37581	5%	1879
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	688576		33976

Less: Amortization of Contributions in Aid of Construction
This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

(6953)
27023

BALANCE SHEET

Acct. No.		12/31/99	12/31/00
		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 12811	\$ 7381
134	Working Funds		
135	Temporary Cash Investments	20118	67397
141	Customer Accounts Receivable	11675	14777
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	1101	1101
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 45705	\$ 90656
	FIXED ASSETS		
101	Utility Plant in Service	\$ 668959	\$ 688576
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	345722	379698
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 323237	\$ 308878
	TOTAL ASSETS	\$ 368942	\$ 399534

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 318	\$ ---
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	42689	43548
236	Accrued Taxes	647	638
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 43654	\$ 44186
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ ---	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	138242	145840
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	137763	141573
272	Less: Amortization of Contributions	(134620)	(141573)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 141385	\$145840
	TOTAL LIABILITIES	\$ 185039	\$190026
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 100	\$ 100
211	Paid in Capital in Excess of Par Value	159638	159638
215	Retained Earnings	24165	49770
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 183903	\$209508
	TOTAL LIABILITIES AND CAPITAL	\$ 368942	\$399534

12/31/99 Retained Earnings 24165
 12/31/00 Net Income 41605
 12/31/00 Dividends Paid (16000)
 12/31/00 Retained Earnings 49770

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	12/31/99	12/31/00
		PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 130995	\$ 152595
460	Unmetered Water Revenue		
474	Other Water Revenues	2157	3130
	TOTAL REVENUES	\$ 133152	\$ 155725
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	16303	11779
618	Chemicals	34	69
620	Repairs and Maintenance	2068	3144
621	Office Supplies and Expense	1762	1574
630	Outside Services	44721	55709
635	Water Testing	3348	2800
641	Rents		
650	Transportation Expenses	3475	3516
657	Insurance – General Liability	1259	2789
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case	3393	
675	Miscellaneous Expense	181	238
403	Depreciation Expense	26096	27023
408	Taxes Other Than Income		
408.11	Property Taxes	6770	7661
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 109410	\$ 116302
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ 799	\$ 2279
421	Non-Utility Income	164	341
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(334)	(438)
	TOTAL OTHER INCOME/EXP	\$ 629	\$ 2182
	NET INCOME/(LOSS)	\$ 24371	\$ 41605

COMPANY NAME	Mescal Lakes Water systems, Incorporated
---------------------	--

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	---			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End	\$ 37213
--	----------

Meter Deposits Refunded During the Test Year	\$ 4743
--	---------

COMPANY NAME Mescal Lakes Water Systems, Incorporated

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
55-800432-L	15	90	8	2
Not in Service	5	10	6	n/a
55-561268	15	130	8	2

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
None		

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = 25988

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
7.5	4		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
20,000	1	3,000	1
50,000	1	5,000	1

STATISTICAL INFORMATION

Mescal Lakes Water Systems, Incorporated

Total number of customers	408	
Total number of gallons sold	22,636,727	gallons

COMPANY NAME Mescal Lakes Water Systems, Incorporated **YEAR ENDING 12/31/2000**

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2000 was: \$ 7661.13

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME Mescal Lakes Water Systems, Incorporated YEAR ENDING 12/31/2000

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 45047
Estimated or Actual Federal Tax Liability S-Corporation

State Taxable Income Reported 45047
Estimated or Actual State Tax Liability S-Corporation

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances 287413
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Ezra H. Lewis
SIGNATURE

2/28/01
DATE

Ezra H. Lewis
PRINTED NAME

President
TITLE

COMPANY NAME Mescal Lakes Water Systems, Inc. YEAR ENDING 12/31/2000

**WATER AND SEWER
UTILITIES ONLY**

PROPERTY TAXES

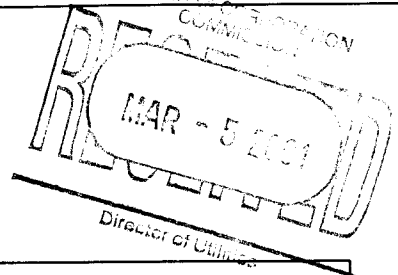
Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2000)

\$ 7661.13

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain reasons below:

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**



VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Cochise</u>
NAME (OWNER OR OFFICIAL) TITLE <u>Erna H. Lewis, President</u>
COMPANY NAME <u>Mescal Lakes Water Systems, Incorporated</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2000

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2000 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 163511

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 7786
IN SALES TAXES BILLED, OR COLLECTED

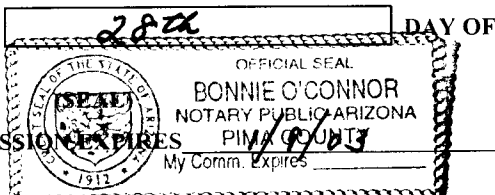
****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

Erna H. Lewis
SIGNATURE OF OWNER OR OFFICIAL
520-623-5173
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



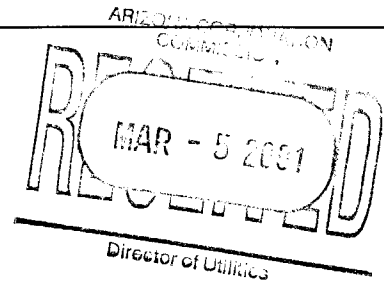
MY COMMISSION EXPIRES

9/03

See Accountants' Report

COUNTY NAME <u>Pima</u>	
MONTH <u>Feb.</u>	20 <u>01</u>
<u>Bonnie O'Connor</u> SIGNATURE OF NOTARY PUBLIC	

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) <u>Cochise</u>	
NAME (OWNER OR OFFICIAL) <u>Ezra H. Lewis</u>	TITLE <u>President</u>
COMPANY NAME <u>Mescal Lakes Water Systems, Incorporated</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2000</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2000 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ <u>143108</u>

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 6815
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

X Ezra H. Lewis
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

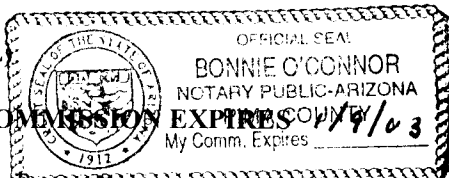
28th

DAY OF

NOTARY PUBLIC NAME <u>Bonnie O'Connor</u>	
COUNTY NAME <u>Pima</u>	
MONTH <u>Feb.</u>	<u>2001</u>

(SEAL)

MY COMMISSION EXPIRES



X Bonnie O'Connor
SIGNATURE OF NOTARY PUBLIC

See Accountants' Report

MARSHA BONHAM
COCHISE COUNTY TREAS
P O BOX 1778
BISBEE AZ 85603

TAX ROLL NUMBER 52999
PARCEL IDENTIFICATION 124-15-626 8
TAX AREA CODE 0900

MESCAL LAKES WATER SYSTEM RECEIPT REQUESTED ()
PO BOX 85160
TUCSON AZ 857545

MARSHA BONHAM
COCHISE COUNTY TREAS
P O BOX 1778
BISBEE AZ 85603

TAX ROLL NUMBER 107122
PARCEL IDENTIFICATION 938-60-900 6
TAX AREA CODE 0900

MESCAL LAKES WATER SYSTEM RECEIPT REQUESTED ()
PO BOX 85160
TUCSON AZ 857545

*IF TOTAL TAX DUE IS \$50.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

1999 2ND HALF COUPON

TO PAY 2ND HALF	PAY	*****
-----------------	-----	-------

*IF TOTAL TAX DUE IS \$50.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

1999 2ND HALF COUPON

TO PAY 2ND HALF	PAY	3,484.19
-----------------	-----	----------

NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2000

NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2000



0212415626008199900000000000



0293860900006199900000348419

MESCAL LAKES WATER SYSTEMS, INC.

P. O. BOX 85160 623-5192
TUCSON, AZ 85754

2148

91-119
1221(1)

DATE 4/18/00

PAY TO THE ORDER OF Marsha Bonham Cochise County Treasurer

\$ 3484.19

Three Thousand Four Hundred Eighty-Four 19/100 DOLLARS

WELLS FARGO BANK

2150 WEST GRANT ROAD, TUCSON, AZ 85745

VOID AFTER 90 DAYS

FOR 938-60-900 6

⑈002148⑈ ⑆122101191⑆0719 891848⑈

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

MARSHA BONHAM
COCHISE COUNTY TREAS
P O BOX 1778
BISBEE AZ 85603

TAX ROLL NUMBER	107962
PARCEL IDENTIFICATION	938-60-900 6
TAX AREA CODE	0900

MESCAL LAKES WATER SYSTEM RECEIPT REQUESTED (X)
1121 W GRANT RD STE 413
TUCSON AZ 85705

PLEASE RETURN
BOTH COUPONS
WHEN PAYING
FULL YEAR TAX

*IF TOTAL TAX DUE IS \$50.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2000 1ST HALF COUPON

TO PAY 1ST HALF ONLY	PAY	4,132.44
TO PAY FULL YEAR TAX	PAY	8,264.88

NOTE: 1st HALF TAXES DELINQUENT AFTER NOV 1, 2000



0293860900006200000000413244

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

MARSHA BONHAM
COCHISE COUNTY TREAS
P O BOX 1778
BISBEE AZ 85603

TAX ROLL NUMBER	53763
PARCEL IDENTIFICATION	124-15-626 8
TAX AREA CODE	0900

MESCAL LAKES WATER SYSTEM RECEIPT REQUESTED ()
PO BOX 85160
TUCSON AZ 85754

PLEASE RETURN
BOTH COUPONS
WHEN PAYING
FULL YEAR TAX

*IF TOTAL TAX DUE IS \$50.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2000 1ST HALF COUPON

TO PAY 1ST HALF ONLY	PAY	*****
TO PAY FULL YEAR TAX	PAY	44.50

NOTE: 1st HALF TAXES DELINQUENT AFTER NOV 1, 2000



021241562600820000000004450

MESCAL LAKES WATER SYSTEMS, INC.

P. O. BOX 85160 623-5192
TUCSON, AZ 85754

2208

PAY TO THE ORDER OF Marsha Bonham Cochise County Treasurer

DATE 10/7/00

91-119
1221(1)

\$ 4,176.94

Four Thousand One Hundred Seventy-Six-----94/100-----DOLLARS

WELLS FARGO BANK

2150 WEST GRANT ROAD, TUCSON, AZ 85745

VOID AFTER 90 DAYS

FOR 938-60-900 6 & 124-15-626 8

⑈002208⑈ ⑆122101191⑆0719 891848⑈

HOLM, HESTAND & VALENZUELA, CPAs, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
3131 NORTH COUNTRY CLUB ROAD, SUITE 109
TUCSON, ARIZONA 85716

DOUGLAS R. HOLM, CPA
EMMA K. HESTAND, CPA
JANETTE G. VALENZUELA, CPA

TELEPHONE: (520) 326-8483
FAX: (520) 795-5191
E-MAIL: HHVCPA@EARTHLINK.NET

We have compiled the balance sheets of Mescal Lakes Water Systems, Inc. as of December 31, 2000 and 1999, and the related comparative statements of income and expense for the years then ended, included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form.

Our compilation was limited to presenting in the form prescribed by the Arizona Corporation Commission information that is the representation of management. We have not audited or reviewed the financial statements and supplementary information referred to above, and accordingly, do not express an opinion or any other form of assurance on them.

These financial statements and the supplementary information are presented in accordance with the requirements of the Arizona Corporation Commission, which differ from generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such differences.

Holm, Hestand & Valenzuela CPAs P.C.

February 22, 2001